Kindly amend Claims 1 and 36 as follows:

1.   (Five times amended)   A moving image editing apparatus comprising:

converting means for converting encoded moving image data encoded by an encoding method that includes encoding using interframe correlation to an intraframe encoded moving image;

storing means for intraframe coding the decoded moving image data and storing the intraframe encoded image data;

editing means for decoding the image data which was stored in said storing means and intraframe encoded, and for performing an arbitrary editing on the decoded image data; and

coding means for coding the edited image data by [an] a moving image encoding method [that includes encoding using interframe correlation].

36.   (Five times amended)   A moving image editing method comprising the steps of:

converting encoded moving image data encoded by an

encoding method that includes encoding using interframe

correlation to an intraframe encoded moving image;

intraframe encoding and storing the decoded moving

image data;

decoding the stored and intraframe-encoded moving

image data and performing an arbitrary editing on the decoded

image data; and

encoding the edited image data by [an] a moving

image encoding method [that includes encoding using the

interframe correlation].

Kindly add Claims 53-61 as follows:

-53. (New) An image processing method comprising

the steps of:

decoding moving image data encoded in an MPEG

system while not decoding all said moving image data, but

decoding only the moving image data which includes a frame to

be edited and following in intraframe-encoded frame;

storing the decoded moving image data;

outputting a low-resolution image according to the

stored moving image data, to a monitor; and

selecting an image to be edited by using the low-resolution image output to the monitor.

54. (New) A method according to Claims 53, wherein the low-resolution image comprises an image of a low-frequency component in the moving image data.

55. (New) A method according to Claims 53, wherein the editing comprises editing in a time base direction.

56. (New) A method according to Claims 53, wherein the editing includes a change in the number of frame images.

57. (New) A method according to Claims 53, wherein the editing comprises extraction of frame images.

58. (New) A method according to Claims 53, wherein the editing comprises insertion of frame images.

59. (New) A method according to Claims 53, wherein the moving image data is input from an external communication means.